



WEEKLY REPORT

ARIZONA STATE RETIREMENT SYSTEM

Paul Matson, Director
3300 North Central Avenue, Phoenix, Arizona 85012
www.asrs.state.az.us

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For the week ending Friday, April 22, 2005

Welcome to the ASRS Weekly Report. This report provides a briefing of news and notices important to member employers and your employees. Please direct comments or email address updates to WeeklyReport@asrs.state.az.us or phone (602) 308-5107.

***** Please distribute or make this report available to your employees. *****

Legislative News

HB2472 (ASRS; payroll deduction agreement) The ASRS supports this bill, which requires an ASRS member's payroll deduction agreement to continue when the member transfers employment between participating ASRS employers. This bill has passed through the Legislature and is now on the Governor's desk awaiting signature.

Detailed information regarding the status of bills that may affect the ASRS or retirement issues is provided on the attached Quick Reference.

ASRS News

Director Outreach meeting coming to Springerville

ASRS Director Paul Matson will travel to eastern Arizona next month to visit with members and retirees as part of his Director Outreach series.

Mr. Matson, along with ASRS Board Chair Dr. Keith Meredith, will be in Springerville on Thursday, May 5, at 11 a.m. at the Springerville Round Valley Unified School District board room, 940 B E. Maricopa Road. The informal meeting will include Pat Klein, the ASRS retiree health insurance program supervisor.

Members, retirees and employer representatives are welcome to stop by to discuss issues related to their retirement system. No reservations are required. The Director Outreach meeting will be preceded by a pre-retirement seminar offered by the ASRS Member Service Division. If you wish to attend the seminar, please call our Member Services Division at 1-800-621-3778.

ASRS announces Permanent Benefit Increase for Retirees

Each year, dependent upon funds available, the ASRS adds a Permanent Benefit Increase to retiree monthly benefit checks. The PBI is generated from excess earnings on the ASRS fund as determined by the ASRS actuary. Although the PBI helps mitigate inflation, it is not tied to the federal Cost of Living Index, and is not guaranteed each year. However, once granted, the PBI cannot be taken away.

Beginning July 1, 2005, the Arizona State Retirement System will include in retirement annuity payments a new Permanent Benefit Increase of \$25.90 for each year of service to those members who retired on or before July 31, 2004 from the ASRS Defined Benefit Plan.

The formula to determine the monthly PBI is \$25.90 times total years of credited service at retirement, divided by 12 months.

The ASRS has in the past distributed what's called the Enhanced Permanent Benefit Increase. This was an added increase based on earnings of the PBI pool. Due to the performance of the ASRS fund over the last five years, there is no PBI balance remaining as of July 1, 2005, and therefore no EPBI will be distributed this year. Previously granted EPBI will continue to be included in monthly benefits.

To learn more, visit the ASRS website and view the Permanent Benefit Increase Fact Sheet.

ASRS changes account balance interest rate for pre-retirement withdrawals

Interest credited to ASRS accounts will be adjusted July 1, 2005 to four percent for members who withdraw their funds prior to retirement. The change, approved by the Board of Trustees, will help keep down contribution rates paid by all members and employer partners.

Since July 1984, the ASRS applied eight percent interest to member balances. The move to four percent, still well above interest paid on traditional savings accounts, will begin July 1, 2005.

This will apply only to ASRS Defined Benefit Plan (the Plan) accounts.

The change will not affect retired member pensions or the pensions of future members when they retire.

The change will have an affect only for members who leave the ASRS and withdraw their account balance.

Members who leave ASRS member employers and no longer contribute to the retirement system can leave their balance with the ASRS, or close it, at which time they may withdraw their contributions, and, depending on years of service, the contributions made by their employer. They are also entitled to the accumulated interest. The interest calculated after July 1, 2005 will be four percent. Interest calculated on balances prior to July 1, 2005 remains at eight percent.

For information on your account balance, or options for withdrawal if you are no longer a contributing member, please call our Member Services division at (602) 240-2000 in the Phoenix area, (520) 239-3100 in the Tucson area, or toll-free at (800) 621-3778.

Get the Facts

The ASRS offers a series of Fact Sheets designed to provide you and your employees quick overviews on a variety of programs and operations within the retirement system. From membership criteria to our service purchase program, you can quickly find the facts on any number of topics. You can find the fact sheets on our website at www.asrs.state.az.us. Employers should feel free to download, copy and distribute any of the information to their employees. We have created a new fact sheet that provides information on options an ASRS member has should they leave employment prior to retirement. So visit our website and get the facts!

Contribution rates set for next fiscal year

As required by state statute, the Arizona State Retirement System adjusts contribution rates every two years to ensure the pension plan, retiree health insurance supplement plan and long-term disability plan remain fiscally sound. The figures were arrived at through an actuarial study, as mandated by state statute.

Due to a variety of factors, including past benefit increases, low mid-term investment returns and changing demographics of the ASRS membership, the ASRS will be increasing contribution rates for the period from July 1, 2005 through June 30, 2007. These new rates are scheduled to take effect July 1, 2005.

- **Retirement Defined Benefit Pension Plan:** Increase from the current 5.2 percent of employee and employer contributions to a rate of 7.75 percent.
- **Long Term Disability Plan:** No increase from the current 0.50 percent of employee and employer contributions.
- **Combined Contribution Rate:** Increase from the current 5.70 percent to 8.25 percent.

NOTE: House Bill 2718 is making its way through the Legislature and could have an impact on the contribution rates for 2005-06 and 2006-07. We'll be sure to keep you posted on its potential impact. For details on HB2718, please refer to the Quick Reference below.

Board & Committee Meetings

- **ASRS Board of Trustees** – Friday, May 20, 8:30 a.m., ASRS Phoenix office, 3300 N. Central Ave., 10th floor Board Room.
- **External Affairs Committee** – Friday, May 6, 10 a.m., ASRS Phoenix office, 3300 N. Central Ave., 14th floor conference room.
- **Operations Committee** – Thursday, May 26, 10:30 a.m., ASRS Phoenix office, 3300 N. Central Ave., 14th floor conference room.
- **Investment Committee** – Tuesday, June 7, 5:30 p.m., ASRS Phoenix office, 3300 N. Central Ave., 14th floor conference room.

Note: All Board & Committee meetings are open to the public and your attendance is encouraged. Schedules, agendas and minutes of meetings are posted on our website and are available at our Phoenix and Tucson office.

Quick Reference

ASRS Related Retirement Legislation
(For Week Ending Friday, **April 22, 2005**)

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
HB 2149 - Social Security Numbers; Government Request Sponsor: Rep. C. Gray As Introduced: The state and all political subdivisions are prohibited from asking for a person's Social Security number on any form or application unless required by federal law.	Assigned: GRGFA 1/27/05 Rules Status: 1/27/05 first read 1/31/05 second read 2/9/05 DP 8-0-0-1-0 2/15/05 DP8-0-0-1-0 2/15/05 Majority Caucus 2/15/05 Minority Caucus 2/15/05 Consent Calendar 2/16/05 Rules ok 2/22/05 third read 2/22/05 transmitted to Senate 2/22/05 first read 2/23/05 second read Gov, Rules 3/3/05Gov DP (6-0-1-0) 3/28/05 PFCA	As Introduced: None expected.	As Introduced: None expected.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
<p>HB 2472 - ASRS; Payroll Deduction Agreements First sponsor: Rep. McClure. Others: Rep. Downing, Sen. Martin. As Introduced: Mandates that an ASRS member's payroll deduction agreement must continue when the member transfers employment between participating ASRS employers. As Amended: 1. Specifies the federal retirement or deferred compensation plans in which university employees, school and community college districts can participate. 2. Requires employers to invest contributions in appropriate federal retirement or deferred compensation plan if their employee chooses to participate in a salary reduction contribution or the governing board elects to make non-elective employer contributions. 3. Limits the use of public monies to purchase any annuity or deferred compensation to specific purposes. 4. Allows monies contributed for the replacement of unused leave pay to buy out negotiated contracts or to provide early retirement incentives to be contributed in a federal retirement or deferred contribution plan. 5. Includes accumulated vacation or annual leave, sick leave, compensatory time or other forms of termination pay as compensation for certain ASRS members. 6. Appropriates \$65,000 from ASRS administration account in FY 2006 to ASRS for implementation costs.</p>	<p>Assigned: PIR, Rules Status:1/31/05 first read 2/1/05 second read 2/7/05 DP 7-0-0-2-0 2/15/05 DP8-0-0-1-0 2/15/05 Majority Caucus 2/15/05 Minority Caucus 2/15/05 Consent Calendar 2/16 Rules ok 2/21/05 transmit to Senate 2/22/05 first read 2/22/05 Rules, Approps & Fin 2/23/05 second read 3/24/05 Fin DPA 7-0-2-0 3/28/05 Fin DPA amend # 187 referred to Approp 3/31/05 withdrawn 4/6/05 Rules PFC 4/6/05 Minority & majority caucus Y 4/12/05 COW DPA 4/13/05 third read 27-0-3-0 Y 4/13/05 Transmit to Hse 4/18/05 Majority & Minority Caucus 4/20 Hse concur & final calendar 60-0 4/20 Transmit to Governor</p>	<p>As Amended: \$65,000</p>	<p>As Introduced: None expected.</p>

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
HB 2473 - ASRS Retirees; Eligibility For AHCCCS First sponsor: Rep. McClure. Others: Rep. Lopes, Sen. Arzberger. As Introduced: Provides the ASRS with the opportunity to explore the AHCCCS business model and provider network by including "retirees" as an "eligible person" in the AHCCCS definition statutes.	Assigned: PIR, Health and Rules Status: 1/18/05 first read 1/19/05 second read 1/31/05 held in PIR 2/7/05 PIR DP (7-1-0-1-0)	As Introduced: None expected.	As Introduced: None expected.
HB 2474 - ASRS; Credited Service Purchase Sponsor: Rep. McClure. As Introduced: Makes a technical correction. Changes the age to 59 1/2 from 50 1/2 to comply with Federal law. Now: S/E - Purchase of Military Service Provisions of the Strike-everything Amendment Allows ASRS political subdivision entity members who became participants of the system after December 31, 2003 but before January 1, 2005 to purchase military service under the service purchase agreement provisions in effect before January 1, 2004. Now: ASRS; Military Service: A person who is an employee of a political subdivision entity and who became a member of the ASRS after Dec. 31, 2003, and before Jan. 1, 2005 may purchase credited service for military service under provisions in effect prior to Jan. 1, 2004. As passed House.	Assigned: PIR, Rules Status: 1/18/05 first read 1/19/05 second read 1/31/05 held in PIR 2/21/05 Held 2/23/05 transferred to Senate 2/23/05 first read in Fin 2/28/05 PIR DPA/SE 3647 (8-1-0-0-0) RULES 3/03/05 (8-0-0-1) C&P Majority & Minority Caucus 3/7/05 (Y) 3/9/05 COW amend 3647 and floor amend 3869. 3/9/05 Short Title Change 3/14/05 third read 48-8-4-0-Y amend 3997 3/15/05 transmit to Senate Assigned: 3/22/05 Fin & Rules 3/23/05 second read	As Introduced: With S/E amendment-not yet determined	With S/E Amendment: Cost to ASRS unfunded liability ranges from \$645,435 to \$3,284,631. The maximum estimated increase to the contribution rate would be .0018% for EE/ER each.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
HB 2552 - ASRS; Retirees; Graded Multiplier Increase Sponsor: Rep. McClure As Introduced: Members of the Arizona State Retirement System and their beneficiaries who were receiving benefits on Aug 8, 2001, will receive a one-time permanent benefit multiplier graded to reflect years of service. Those who had at least 30 years of service will receive a 9.52% benefit increase; those with shorter terms of service will receive smaller increases.	3/14/05 Majority & Minority caucus (Y) 3/16/05 COW amend # 3669	As Introduced: \$651,400	As Introduced: Would increase the unfunded actuarial accrued liability (UAAL) by \$258 million and increase contribution rates by .14% on each side.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
<p>HB 2562 - Retirement; ASRS; Investments Sponsor: Rep. C. Gray As amended: Requires a list of all ASRS-owned investments to be published in the agency's annual report. FIN amendment: Requires the list of investments to be in electronic form and also to be included only upon request and also requires ASRS to submit every year the list of companies in the fund and the amount invested in the companies that have or are reasonable known to have business activities in or with countries identified as aiding international terrorists as designated by section 6 J of the export administration act.</p>	<p>Assigned: 2/7/05 PIR, Rules Status: 2/7/05 first read 2/8/05 second read 2/28/05 PIR DPA amended (9-0-0-0-0) 3649 3/3/05 PIR C&P (8-0-0-1-0) 3/7/05 Majority & Minority caucus (Y) 3/9/05 COW amend 3649 amend 4001 3/15/05 transmit to Senate 3/15/05 first read Assigned: 3/23/05 Sen Fin & Rules 3/23/05 second read 3/31/05 Fin DPA 6-0-3-0 # 4293 4/4/05 PFCA 4/5/05 Rules with tech amendment 4/5/05 Minority & Majority Caucus Y 4/7/05 COW 4/12/05 third read 30-0-0-0 Y 4/12/05 transmit to Hse 4/13/05 Majority & Minority caucus #4497 4/14/05 House concurrence 56-0-4-0 4/15/05 transmitted to governor 4/20/05 signed by Gov chapter awaited</p>	<p>As Amended: Not yet determined.</p>	<p>As Introduced: Not known yet</p>

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
HB 2621 - Retiree Health Insurance; Rural Subsidy Sponsors: Rep. Konopnicki, Rep. Aguirre, Rep. Brown As Amended: <ul style="list-style-type: none"> Extends the rural healthcare subsidy for an additional 2 years for areas in the state where a Medicare eligible HMO is not available. Eliminates the additional rural benefit supplement for retirees in the Arizona retirement systems who are not eligible for Medicare. Appropriates \$28,000 for administrative expenses Has an emergency clause. 	3/21/05 Transmit to Senate Assigned: Fin, Approp, Rules 3/23/05 second read 3/3/105 Fin DPA 5-2-2-0 4/5/05 Approp DP 4/6/05 Rules held	As Amended: \$28,000	Extension for one year would cause an increase to the unfunded liability of \$7 million, and a contribution rate increase of .0038%; For two years, \$14 million and .0077%; and the permanent extension would add \$183.8 million and .0783%.
HB 2641 - Appropriation; Teachers; Retirement Contribution Sponsor: Sen. Aguirre, Rep. Barnes, Rep. Boone, Sen. Burns, Rep. Burton-Cahill, Rep. Chase As Introduced: An appropriation of \$80 million in fiscal 05-06 for raises to teachers to hold them harmless for the increased employee contribution rate for the Arizona State Retirement System.	Assigned: ED, Approps B, Approps P & Rules Status: 2/14/04 first read 2/15/05 second read 2/23/05 DP in K-12 Ed (7-0-0-3-0) 3/1/05 Approp (B) DP (12-1-0-2-0)	As Introduced: None expected.	As Introduced: None expected.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
<p>HB 2671 - Retirement; State Retiree Health Insurance</p> <p>Sponsor: Rep. Burns, Rep. Alvarez, Rep. Konopnicki</p> <p>As Introduced: Existing law on group health and accident coverage for retired public employees and officials is replaced by a new requirement for such coverage for retirees who elect not to obtain insurance through their former employer, including those receiving benefits from ASRS and EORP.</p> <p>Now: S/E - Retiree Health Insurance Committee; Recommendation</p> <p>A. The retiree health insurance committee is established consisting of the following members:</p> <ol style="list-style-type: none"> 1. Three members of the house of representatives who are appointed by the speaker of the house of representatives, not more than two of whom are members of the same political party. The speaker of the house of representatives shall appoint one of these members to serve as co chairperson of the committee. 2. Three members of the senate who are appointed by the president of the senate, not more than two of whom are members of the same political party. The president of the senate shall appoint one of these members to serve as co chairperson of the committee. 3. One member who is appointed by the governor. 4. Two members of the public who are appointed jointly by the speaker of the house of representatives and the president of the senate. <p>B. Committee members are not eligible to receive compensation, but are eligible for reimbursement of expenses pursuant to title 38, chapter 4, and article 2, Arizona Revised Statutes.</p> <p>C. The committee shall review and evaluate the retiree health insurance options proposed by the private entity pursuant to the legislative council study on retiree health insurance report that was submitted pursuant to Laws 2004, chapter 325, section 8. The committee shall recommend one of these options to the legislature and the governor.</p> <p>D. The committee may use the services of legislative staff as required.</p>	<p>Assigned: PIR, Health, Approp P , Rules Status: 2/9/05 first read 2/10/05 second read 2/21/05 Held 2/28/05 PIR DPA/SE (7-1-1-0-0)</p>	<p>As Introduced: None expected.</p>	<p>As Introduced: None expected.</p>

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
<p>HB 2718 - Education; Omnibus Sponsor: Rep. Boone, Rep. Allen, Rep. Alvarez, Rep. Barnes, Rep. Mason, Rep. Sinema Now: S/E – Employer Contributions, Provisions: 1 Changes the minimum employer and employee contribution rate to the ASRS from a minimum of two percent to four percent. 2. Requires an employer and employee contribution rate of 6.9 percent to ASRS for FY 2005-2006 and 8.6 percent for 2006-2007, except for the compensation of employees who are members of the defined contribution program administered by ASRS. 3 Requires the Joint Legislative Budget Committee (JLBC) and Legislative council to conduct separate and independent actuarial studies of the ASRS employee and employer contribution rates for FY 2006-2007. 4. Allows the director of JLBC and Legislative Council to contract with different third parties to carry out their actuarial studies. 6. Requires JLBC and LC to submit reports summarizing their actuarial studies, on or before November 1, 2005 to the Governor, President of the Senate, Speaker of the House of Representatives, Secretary of State and the Director of the Arizona State Library, Archives and Public Records. 7. Requires ASRS to provide technical assistance and support, on request, to JLBC, LC and any third parties conducting the actuarial study. 8. Appropriates \$100,000 from the state General Fund in FY 2005-2006 to JLBC to conduct the actuarial study. 9. Appropriates \$100,000 from the state General Fund in FY 2005-2006 to LC to conduct the actuarial study. 10. Exempts JLBC appropriation from lapsing. 11. Exempts ADE appropriation from lapsing after FY 2005-2006. 12. Uses employer and employee contribution amounts in excess of the previously required normal cost plus the amount required to amortize the past service funding requirement, to reduce future contribution increases. 13. Requires ASRS to account separately for these monies in the public employee's retirement trust fund. 14. Includes an intent clause. 15. Makes conforming and technical changes.</p>	<p>Assigned: ED, Approps B & Rules Status: 2/14/05 first read 2/15/05 second read 2/21/05 withdrawn 3/1/05 APPROPS DPA/SE (9-3-0-3-0) 3/10/05 Rules 7-0-0-2-0 3/14/05 Majority & Minority caucus (Y) 3/15/05 retained on calendar 3/16/05 retained on COW 3/17/05 COW 3/21 retained on COW Cal 3/24/05 COW DPA 3/24/05 third read 58-1-1-0-E Y 3/24/05 transmit to Senate Fin, Approp, Rules 3/29/05 second read 3/29/05 Fin & Approp & Rules 3/31/05 Fin withdrawn</p>	<p>As amended: same as 1278 \$50,000</p>	<p>As amended: Not yet determined</p>

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
SB 1360 - Retiree Health Insurance Committee Sponsor: Sen. Huppenthal As Introduced: A Retiree Health Insurance Committee is formed to evaluate the options for retiree health insurance coverage proposed by the private entity retained by Legislative Council pursuant to Laws 2004, Chapter 325, Sec 8 (H2542). A report is due by the end of this year.	Assigned: 2/1/05 Fin 4/13/05 Rules C&P 8-0-0-1-0 4/13/05 Majority & Minority Caucus 4/14/05 Cow DP 4/18/05 third read 46-12-2-0 4/19/05 Transmit to Senate 4/19/05 Transmitted to Governor	As Introduced None expected	As Introduced: None expected.
SB 1428 - Retirement; ASRS Optional Benefits Retirement Sponsor: Sen. Huppenthal As Introduced: Changes in option forms of retirement benefits under the Arizona State Retirement System include deleting provision to name new contingent annuitant when reverting to straight life annuity. Appropriation of \$20,000.	Assigned: 2/1/05 Fin, Approps, Rules Status: 2/1/05 first read 2/2/05 second read	As Introduced: \$224,600	As Introduced: Not yet known.
SB 1513 - General Appropriations, Budget Sponsor: Sen. Burns General appropriations bill to fund state agencies for fiscal 2005-06.	Assigned: 4/14/05 Rules, Approp Status: 4/14/05 first read	As Introduced:	As Introduced:
SB 1521 – State Budget Procedures; Budget Sponsor: Sen. Burns Budget bill dealing with, expenditure reporting by the Dept. of Corrections and the annual contribution rate adjustment for ASRS.	Assigned: 4/14/05 Rules, Approp Status: 4/14/05 first read	As Introduced:	As Introduced:
Bills Stalled or do not effect the ASRS HB 2028 - Treasurer’s Risk Reports; technical correction Sponsor: Rep. Boone	1/11/05 second read	As Introduced: None expected.	As Introduced: None expected.
HB 2411 - EORP; Membership Sponsor: Rep. Pearce	2/7/05 PIR Failed (0-8-0-1-0)	As Introduced: None expected.	As Introduced: None expected.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
HB 2471 – Authorized emergency vehicles; right-of-way Sponsor: Rep. McClure Now: S/E - Deferred Retirement Option Plan	2/21/05 PIR Failed (3-4-1-1-0)	With Strike Everything amendment: Not yet determined.	As Introduced: Would add \$1 billion in liability to ASRS; this equals an increase of .56% each for employee/employer in the contribution rate.
HB 2502 – Technical correction; ALTCS Sponsor: Rep. Groe Now: S/E - ASRS; Long Term Disability The strike-everything amendment to HB 2502 stipulates that a member's Long Term Disability (LTD) benefits are not to be reduced by any retirement benefit pursuant to a state retirement system or plan other than the Arizona State Retirement System.	Now language in HB 2472	As Introduced: None Expected.	As Introduced: Not known yet.
SB 1014 - Tech Correction; Dept Of Commerce Now: S/E - ASRS Graded Multiplier Sponsor: Sen. Jarrett As Introduced: Minor change in ARS 41-1514.01 governing a development program within the Dept of Commerce. Proposed Strike Everything Amendment: A member or a member's beneficiary who was receiving a benefit under the Arizona state retirement system defined benefit program established by title 38, chapter 5, article 2, Arizona Revised Statutes, on May 8, 2001 is entitled to receive a one-time permanent benefit increase as follows: 1. 2.38 percent of the member's or beneficiaries monthly benefit amount if the member had at least 20.00 years of credited service but not more than 24.99 years of credited service. 2. 4.76 percent of the member's or beneficiaries monthly benefit amount if the member had at least 25.00 years of credited service but not more than 29.99 years of credited service. 3. 9.52 percent of the member's or beneficiaries monthly benefit amount if the member had at least 30.00 years of credited service. Sec. 2. <u>Retroactivity</u> This act is effective retroactively from May 8, 2001.	Now language in HB 2472	As Amended: Same as HB2552.	As Amended: Same as HB 2552.

BILLS	BILL STATUS	ADMINISTRATIVE COST	ACTUARIAL IMPACT
SB 1206 - Schools; Retirement Programs Sponsor: Sen. L. Gray As Introduced: The eligibility of school district employees to participate in tax sheltered annuity plans under IRS code section 403(b) is expanded to cover retirement and deferred compensation plans contained in sections 401(a) and 457(b). Districts may pay into a deferred comp plan on behalf of an employee for purposes such as an incentive for recruitment or retention; to buy out unused leave time at severance of employment; and to provide incentives for early retirement to selected personnel as determined by the governing board.	1/25/05 Second read	As Introduced: Not yet determined	As Introduced: Not yet determined
SB 1359 - Retirees, Health Insurance Program Sponsor: Sen. Burns, Rep. Konopnicki As Introduced: The Dept of Administration is authorized to establish group health and accident insurance for retired and disabled persons from all of the state's four retirement plans. Premiums may be deducted from their retirement benefits. The program is to be implemented on Jan 1, 2007. Eliminates existing healthcare plans administered by the ASRS, PSPRS, CORP and EORP.	2/1/05 second read	As Introduced: Not yet determined	As Introduced: Not yet known.
SB 1278 – Schools Best Practices Now: S/E - Education Omnibus	3/10/05 COW DPA	As Amended: \$50,000	As Amended: Not yet determined
SB 1366 – Retirement; Minimum Employer Contribution NOW S/E: PSPRS retirement; contribution limits, service purchase	4/14/05 Transmit to Senate 4/18/05 Majority & Minority Caucus 4/19/05 Senate final read 27-1-2-0 4/19/05 Transmitted to Governor	As Introduced: None expected Legislation does not apply to the ASRS.	As Introduced: None expected Legislation does not apply to the ASRS.
SB 1426 - Retirement; ASRS Spousal Consent NOW S/E Overtime Pay, CORP	4/18/05 Hse withdrawn Hse Rules ok 4/18/05 Majority & Minority caucus 4/20/05 COW DPA	As Amended: None, Legislation does not apply to the ASRS.	As Amended: None expected.

LEGEND

AMEND C&P Constitutional and Proper as Amended by the House Rules Committee
APPROP Appropriations Committee
ASRS Arizona State Retirement System
C&P Constitutional and Proper

CORP Corrections Officer Retirement Plan
COW Committee of the Whole
DP Do Pass
DPA Do Pass as Amended
EORP Elected Officials' Retirement Plan

FII	Financial Institutions and Insurance Committee	PFC	Proper for Consideration
FIN	Finance Committee	PFCA	Proper for Consideration as Amended by the Senate Rules Committee
GF	General Fund	PIR	Public Institutions and Retirement Committee
GAR	Government Accountability and Reform Committee	PSPRS	Public Safety Personnel Retirement System
GOV	Government Committee	SB	Senate Bill
GRFGA	Government	S/E	Strike Everything Amendment
HB	House Bill	Sen.	Senate
HCR	House Concurrent Resolution	SHR	Senate Hearing Room
HHR	House Hearing Room	WM	Ways and Means Committee
Hse.	House of Representatives		
JUD	Judiciary Committee		
LTD	Long Term Disability		

**The weekly legislative report is available on-line at the ASRS website:
www.asrs.state.az.us**

If you have questions relating to legislation, please contact ASRS Government Relations Officer Denisse Gee at (602) 240-2027 or via email at **WeeklyReport@asrs.state.az.us**

The External Affairs Committee (EAC) meets the first Friday of each month at 10 a.m. in the 14th floor conference room at the ASRS Phoenix Office, 3300 N. Central Ave. Agendas are posted on the website, **www.asrs.state.az.us**.